

Amend claim 2 as follows:

2. A combined perceptual decrypter and decoder for [a restricted video data as perceptually encrypted encoded data] use with said combined encoder and perceptual encrypter according to claim 1, said combined perceptual decrypter and decoder comprising:

a. a [perceptual] decryption module [wherein said perceptual decryption module perceptually decrypts said perceptually encrypted encoded data to generate encoded data in an MPEG format] which decrypts said encrypted first part of said data file and combines said decrypted first part of said data file with said unencrypted second part of said data file thereby regenerating said data file, and  
b. [an] a decoder coupled to said perceptual [encryption] decryption

module wherein said decoder decodes [the] said data file [of encoded data in the MPEG format to generate] thereby regenerating the high quality video.

Add claim 3:

3. (New) A combined encoder and perceptual encrypter for a high quality video, said combined encoder and encrypter comprising:

a. an encoder which encodes the high quality video as a data file; and

b. an encryption module which perceptually encrypts a first part of said data file and leaves a remaining portion as an unencrypted second part of said data file as thereby generating a restricted quality video.

Add claim 4:

4. (New) A combined perceptual decrypter and decoder for use with said combined encoder and perceptual encrypter according to claim 3, said combined decrypter and decoder comprising:

a. a decryption module which decrypts said encrypted first part of said data file and combines said decrypted first part of said data file with said unencrypted second part of said data file thereby regenerating said data file; and  
b. a decoder coupled to said perceptual decryption module wherein said decoder decodes said data file thereby regenerating the high quality video.

#### Listing of claims

1. (First Amended) A combined encoder and perceptual encrypter for a high quality video, said combined encoder and perceptual encrypter comprising:
  - a. an encoder which encodes the high quality video as a data file in an MPEG format; and
  - b. an encryption module which perceptually encrypts a first part of said data file and leaves a remaining portion as an unencrypted second part of said data file as thereby generating a restricted quality video.
2. (First Amended) A combined perceptual decrypter and decoder for use with said combined encoder and perceptual encrypter according to claim 1, said combined perceptual decrypter and decoder comprising:
  - a. a decryption module which decrypts said encrypted first part of said data file and combines said decrypted first part of said data file with said unencrypted second part of said data file thereby regenerating said data file; and
  - b. a decoder coupled to said perceptual decryption module wherein said decoder decodes said data file thereby regenerating the high quality video.
3. (New) A combined encoder and perceptual encrypter for a high quality video, said combined encoder and perceptual encrypter comprising:

- a. an encoder which encodes the high quality video as a data file; and
- b. an encryption module which perceptually encrypts a first part of said data file and leaves a remaining portion as an unencrypted second part of said data file as thereby generating a restricted quality video.

4. (New) A combined perceptual decrypter and decoder for use with said combined encoder and perceptual encrypter according to claim

3, said combined perceptual decrypter and decoder comprising:

- a. a decryption module which decrypts said encrypted first part of said data file and combines said decrypted first part of said data file with said unencrypted second part of said data file thereby regenerating said data file; and
- b. a decoder coupled to said perceptual decryption module wherein said decoder decodes said data file thereby regenerating the high quality video.